

Cooperation – Primary Agricultural Cooperative Credit Societies - Extension of the term of the existing Managing Committees of the Primary Agricultural Cooperative Credit Societies in the State for a further period of six months beyond 21st /25th, April, 2011 – Orders – Issued.

AGRICULTURE AND COOPERATION (COOP.V) DEPARTMENT

Dated: 20TH April, 2011.
Read the following:-

1. G.O.Ms.No.275, A & C (Coop-V) Dept., dated 21-10-2010.
2. From the CC&RCS. A.P. Hyd. Lr.Rc.No.13922/2010/PC-1, dated 09-03-2011 and 18-04-2011.
3. Andhra Pradesh Cooperative Societies Act, 1964, as amended by Act No. 9 of 2011. dated 16-04-2011.

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In the Government Order 1st read above, orders were issued directing the Registrar of Cooperative Societies to extend the term of the existing Managing Committees of the Cooperative Credit Societies, for a period of six months beyond 21st/25th, October, 2010 or till the elections are conducted whichever is earlier after the expiry of the normal term of such committees.

- (1) Out of 2949 Primary Agricultural Cooperative Credit Societies, 931 Primary Agricultural Cooperative Credit Societies had imbalances of Rs.455.62 crores.
- (2) Out of 2949 Primary Agricultural Cooperative Credit Societies 1841 Primary Agricultural Cooperative Credit Societies are in accumulated losses of Rs.1494.70 Crores.
- (3) Out of 2949 Primary Agricultural Cooperative Societies, only 604 (20.5%) complied with NABARD norms on Staff expenditure ie., their expenditure on staff was below 30% of their net income.
- (4) 1880 Primary Agricultural Cooperative Credit Societies had no net income at all, as such unable to pay salary for a single employee.
- (5) As per Vaidyanathan Package Primary Agricultural Cooperative Credit Societies were required to contribute towards losses on account of frauds etc., to the tune of Rs.179.93 crores. But only Rs. 20.88 Crores were mobilized so far.

(i) To review the implementation of Prof. Vaidyanathan Revival Package since signing of MoU and to examine the financial health of Cooperative Credit Structure and other related problems and to suggest road map for making the Cooperative Credit Structure more efficient, self sustaining and Farmer friendly.

(PTO)

- (ii) *To examine the problems of ineligible PACSs and the PACSs, unable to bring in their share of contribution as per Special Audit conducted under Prof. Vaidyanathan Revival Package and to suggest measures to overcome the problems.*

4. Due to changed circumstances, the Cabinet sub-Committee has been re-constituted vide G.O.Rt.No.281, G.A(Cabinet) Dept, dated 20-01-2011 to facilitate the completion of agenda under Professor Vidyathan Revival Package as per Memorandum of Understanding entered with Government of India and NABARD. The Cabinet Sub-Committee have come to a conclusion to submit its final recommendations after taking into consideration, recommendations of the committee constituted by Andhra Pradesh State Cooperative Bank with the Presidents of selected District Cooperative Central Banks on the issues raised by the Primary Agricultural Cooperative Credit Societies employees and the verification audit of all Primary Agricultural Cooperative Credit Societies. Further, Commissioner for Cooperation and Registrar of Cooperative Societies, Andhra Pradesh, Hyderabad, has informed that elections could not be conducted to the Primary Agricultural Cooperative Credit Societies in the extended period of six months.

5. In the circumstances stated above, the Government after careful examination of the entire matter and in exercise of the powers conferred under the proviso to clause (a) of sub-Section 16 of Section 115-D of the Andhra Pradesh Cooperative Societies Act, 1964, as amended by the Andhra Pradesh Cooperative Societies (Amendment) Act, 2011 (Act. No.9 of 2011) hereby direct the Commissioner for Cooperation and Registrar of Cooperative Societies, Andhra Pradesh, Hyderabad to extend the term of the existing Managing Committees of the Primary Agricultural Cooperative Credit Societies, for a further period of six months beyond 21st/25th, April, 2011. Accordingly, the Commissioner for Cooperation and Registrar of Cooperative Societies, Andhra Pradesh, Hyderabad is directed to extend the term of the existing Managing Committees of the Primary Agricultural Cooperative Credit Societies, for a further period of six months beyond 21st/25th, April, 2011 or till the elections are conducted whichever is earlier after the expiry of the extended term of such committees.

6. The Commissioner for Cooperation and Registrar of Cooperative Societies, Andhra Pradesh, Hyderabad is requested to take necessary action in the matter immediately

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

K.R.KISHORE
PRINCIPAL SECRETARY TO GOVERNMENT.

To
The Commissioner for Cooperation and
Registrar of Cooperative Societies,
A.P., Hyderabad.

Copy to:

The Addl., Secretary to Chief Minister, A.P. Hyderabad.
The Managing Director, APCOB, Hyderabad.
The Chief General Manager, Regional Office, NARABAD, Hyderabad.
The P.S to Minister (Coop.)
The P.S to A.P.C & Prl. Secy., to Govt., A&C Department
The P.S to Prl., Secretary (Agri) Agriculture & Cooperation Department
The P.S to Prl. Secretary (AM &Coop)
The Law (J) Section.
SF/SC.

// FORWARDED :: BY ORDER //

SECTION OFFICER